

# **Is There a Role for Microfinance in Decentralized Energy Supply?**

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# Outline of Presentation

- Introduction to MCPI
- Microfinance in the Philippines
- MFIs in Decentralized Energy Supply
- Lessons Learned

# About MCPI

**MCPI** is the national network of MFIs and support organizations working towards sustainable, innovative, and client-responsive solutions to poverty in the Philippines.



**MCPI** is composed of 52 institutions including 42 MFIs and 10 support organizations.

# Membership Profile

- Regular Members (42)
  - NGO 25
  - RB 12
  - Cooperative 3
  - Thrift bank 1
  - Network 1
- Associate Members (10)
  - Association 2
  - Training Institution 1
  - Wholesalers 3
  - Others 4

# History of Microfinance in the Philippines

1950s - small loans offered by rural banks and cooperatives to agricultural workers and fisher folks

1960s to early 1980s - directed credit programs (DCPs) by government

Late 1980s - NGOs partnered with government to provide microfinance, Grameen Bank Replication Project by Agricultural Credit Policy Council

1993 - establishment of the National Credit Council

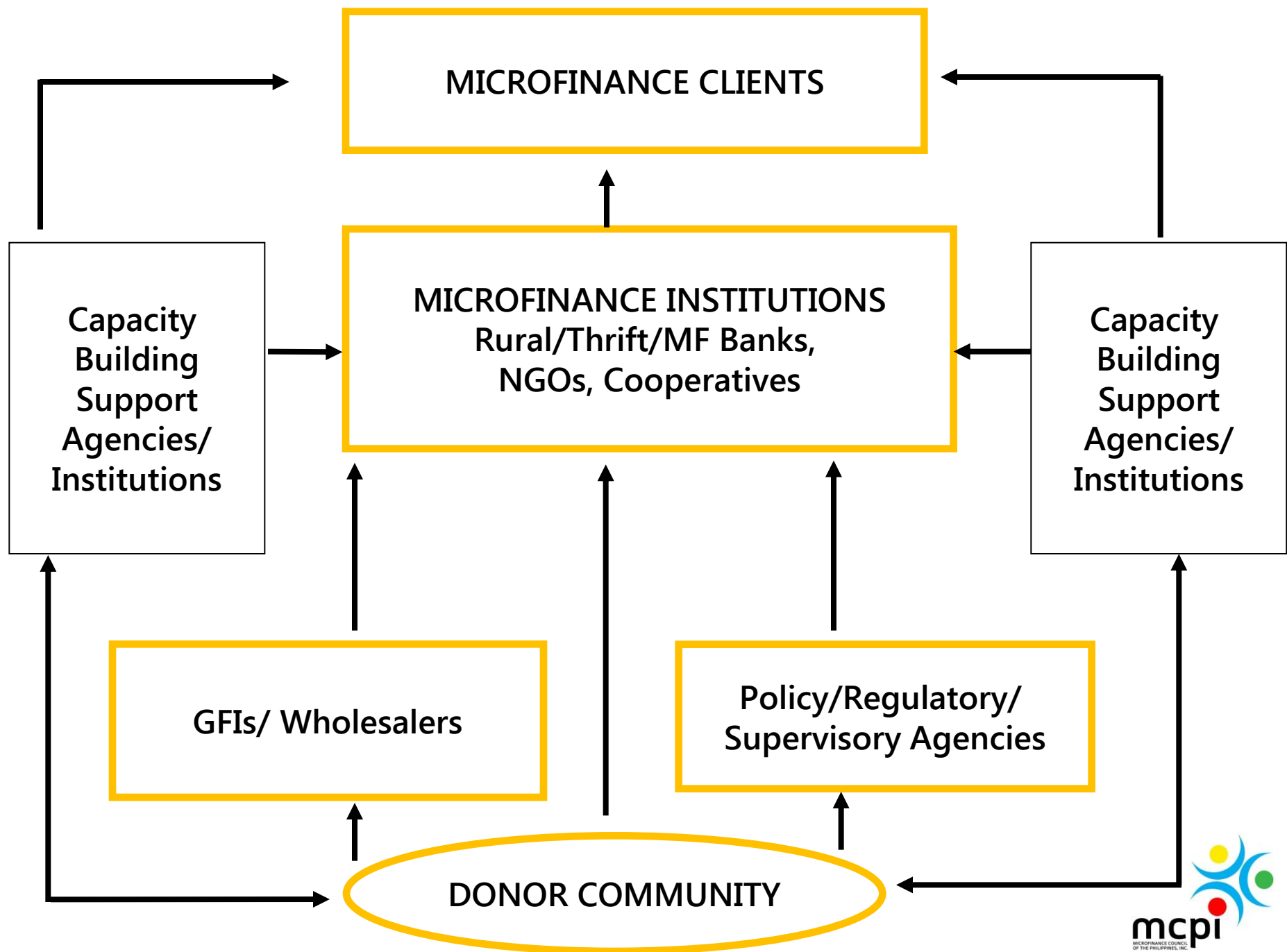
# History of Microfinance in the Philippines

1996 - USAID's Developing Standards for Microfinance Project by a group of NGO MFIs

1997 - formulation of the National Strategy for Microfinance

2000 – BSP recognized microfinance as a legitimate banking activity

2010 – #1 in the regulatory environment for microfinance; #2 in overall microfinance environment (The Economist Intelligence Unit)



# The Microfinance Sector Today

As of December 2011

Type of MFI	No. Reporting	No. of Active Borrowers	Total Loans Outstanding (USD)
Microfinance NGOs	20	2.5 M	262.5 M
Banks	198	963,717	178.75 M
Cooperatives	14,711	2,459,692	n.a.
Total	14,929	5.9 M	-



# MFI in Decentralized Energy Supply

- Center for Agriculture and Rural Development (CARD)
- Negros Women for Tomorrow Foundation (NWTF)
- Alalay sa Kaunlaran Inc. (ASKI)
- Paglaum Multi-Purpose Cooperative (PMPC)

# MFIs in Decentralized Energy Supply

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# Thank You!

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